

COUNCIL ON PENSIONS AND INSURANCE

Amendment No. 1 to SB3868

McNally
Signature of Sponsor

FILED

Date _____

Time _____

Clerk _____

Comm. Amdt. _____

AMEND Senate Bill No. 3868

House Bill No. 3466*

by deleting all language after the enacting clause and by substituting instead the following:

SECTION 1. Tennessee Code Annotated, Title 8, Chapter 35, Part 2, is amended by adding the following as a new appropriately designated section:

8-35-2_.

(a) The Ned McWherter Center for Rural Development shall be eligible to be a participating employer in the Tennessee consolidated retirement system upon:

(1) Passage of a resolution by the center's board of directors authorizing an actuarial study; and

(2) Passage of a resolution by the center's board of directors authorizing such participation and accepting the liability as a result of the participation by its full-time administrative employees.

(b) The employees of the center shall make the same contributions, participate in the same manner, and shall be eligible for the same benefits as employees of local governments participating in the retirement system under this part.

(c) The employees shall be entitled to credit for prior service as approved by the board of directors of the center under the same provisions which apply to employees of local governments.

(d) The retirement system shall not be liable for the payment of retirement allowances or other payments on account of employees of the center or their beneficiaries, for which reserves have not been previously created from funds contributed by the center and/or its employees.

(e) It is the legislative intent that the state shall realize no increased cost as a result of this section. All costs associated with retirement coverage, including administrative costs, shall be the responsibility of the center.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.